

GOVERNMENT OF TELANGANA
ABSTRACT

Energy Department - Sanction of **Rs.310,44,00,000/-** to TS-TRANSCO towards funding of future losses of DISCOMs @ 5% of FY 2016-17 under UDAY through Re-appropriation/Resumption of funds in the State Financing in favour of Telangana Power Distribution Companies pool account - Administrative sanction - Orders - Issued.

ENERGY (BUDGET) DEPARTMENT

G.O.Rt.No. 70

Dated: 16-11-2017
Read the following:-

1. UDAY Guidelines issued vide Office Memorandum, NO.06/02/2015-NEF/FRP, Dt:20.11.2015 Ministry of Power, Gol.
2. From the Joint Secretary (Plan Finance-I), Ministry of Finance, Department of Expenditure, Gol D.O.No.55(2)/PF-I/2015, Dt:26.07.2017.
3. G.O.Rt.No.1520, Finance (EBS-II) Department, Dt:26.08.2017.
4. Govt. letter No.1142/Budget.A2/2017-1, Dt:29.08.2017.
5. From the Joint Managing Director, TSTRANSCO Lr.No.JMD(Fin, Comml & HRD)/Dy.CCA/TSPCC/F./D.No.172/17, Dt:03.10.2017.
6. G.O.Rt.No.1783, Finance (EBS-II) Department, Dt:09.11.2017.

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ORDER:-

UDAY (Ujwal Discom Assurance Yojana), a Scheme for financial turn-around of Power Distribution Companies (Discoms), has been launched by Government of India with an objective to improve the operational and financial efficiency of the State Discoms. Since UDAY scheme provided an effective way to address past losses incurred by Discoms and minimize impact on future tariff increase, Government also joined UDAY scheme on Dt:04.01.2017. As per Clause 8.1 of UDAY guidelines communicated vide letter of Ministry of Power 1st read above, States shall take over the future losses of DISCOMs in a graded manner and shall fund the loss as follows and previous year's actual losses will be used for calculation for each year instead of using current year's estimated losses.

| Year | 2015-16 | 2016-17 | 2017-18 | 2018-19 | 2019-20 | 2020-21 |
|---|---------------------------|---------------------------|---------------------------|----------------------------|----------------------------|--------------------------------|
| Previous year's DISCOM loss to be taken over by State | 0% of the loss of 2014-15 | 0% of the loss of 2015-16 | 5% of the loss of 2016-17 | 10% of the loss of 2017-18 | 25% of the loss of 2018-19 | 50% of the previous year loss. |

2. The JMD, TSTRANSCO vide his letter 5th read above indicated losses for an amount of Rs.6208.72 Crores for the FY 2016-17 in respect of the TSDISCOMs as detailed below, out of which 5% amounts to **Rs.310.44 Crs.** and requested to arrange to make a provision for the said 5% amount either by re-appropriation or Additional Budget in FY 2017-18.

| DISCOMs | Losses for 2016-17 |
|--------------|-----------------------|
| TSSPDCL | Rs.4700.23 Crs |
| TSNPDCL | Rs.1508.49 Crs |
| TOTAL | Rs.6208.72 Crs |

p.t.o.

3. In the reference 6th read above, Finance (EBS-II) Department ordered for Re-appropriation/Resumption/Redistribution for an amount of **Rs.310,44,00,000/-** (Rupees Three Hundred Ten Crores and Forty Four Lakhs Only) under the **Scheme "Taking over losses of DISCOMs under UDAY Scheme"** out of the savings under the Head of Account "2801-05-800-25-06-330-000" from the Budget of 2017-18, under Grant No.XXXV to the Head of Account "2801-05-800-25-17-330-000".
4. In pursuance of the orders issued in G.O. 6th read above, Government hereby accord administrative sanction for an amount of **Rs.310,44,00,000/-** (Rupees Three Hundred Ten Crores and Forty Four Lakhs Only) to TSTRANSCO towards funding of future losses of DISCOMs @ 5% of FY 2016-17, which includes additional funds provided in the BRO 3rd read above.
5. The amount sanctioned at para (4) above, shall be debited to the Head of Account "2801-Power; 05-Transmission & Distribution; 800-Other Expenditure; 25-State Sector Scheme; **17-Taking over losses of DISCOMs under UDAY Scheme**; 330-Subsidies; 000-Not Applicable - V".
6. The Assistant Secretary to Government, Energy Department, Hyderabad shall draw and disburse the amount and to arrange to credit the amount in favour of "TG Power Distribution Companies Pool Account", Account No.62344459665, (IFSC Code:SBIN0020066, and MICR Code:500004019) maintained with SBI, Gunfoundry Branch, Abids, Hyderabad.
7. The Joint Managing Director, Telangana Power Coordination Committee shall **submit the Utilization Certificate** for the amount sanctioned in para (4) above.
8. This order issues with the concurrence accorded vide U.O. No.3364/289/A2/EBS-II/2017, Finance (EBS-II) Department Dt:13.11.2017.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

AJAY MISRA
Special Chief Secretary to Government

To
The Chairman & Managing Director, TS-TRANSCO (FAC), Hyderabad.
The Joint Managing Director, TS-PCC/TS-TRANSCO, Hyderabad
The Dy.CCA, Telangana Power Coordination Committee, Hyderabad.
The Director of Treasuries & Accounts, Abids, Hyderabad
(for issue of authorization.)
The Pay & Accounts Officer, Hyderabad.

Copy to:

The Joint Secretary, Ministry of Finance, Gol,
The Joint Secretary, Ministry of Power, Gol,
The Secretary, Telangana State Electricity Regulatory Commission, Hyderabad.
The Chairman and Managing Director, TS-SPDCL, Hyderabad
The Chairman and Managing Director, TS-NPDCL, Warangal
The Accountant General, Telangana and Andhra Pradesh, Hyderabad
The Energy (OP) Department
The Finance (EBS-II) Department.
File **C.No.1142/Budget.A2/2017]**
SF/SCs.

//Forwarded :: By Order//

SECTION OFFICER